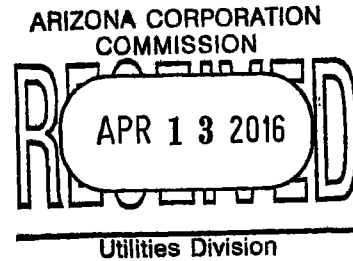


ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-20496A

AVM-2005, LLC
6263 N. Scottsdale Rd., Ste. 265
Scottsdale, AZ 85250



☐ Please click here if pre-printed Company name on this form is not your current Company name or dba name is not included.

Please list current Company name including dba here:

ANNUAL REPORT
Water

FOR YEAR ENDING

| | | |
|----|----|------|
| 12 | 31 | 2015 |
|----|----|------|

FOR COMMISSION USE

| | |
|--------|----|
| ANN 04 | 15 |
|--------|----|

4-13-16

COMPANY INFORMATION

| | | |
|--|--|----------------------------------|
| Company Name (Business Name) <u>ARM-2005 dba Signal Peak Water</u> | | |
| Mailing Address <u>6263 N. Scottsdale Road, Suite 265</u> | | |
| <u>Scottsdale</u> (City) | <u>Arizona</u> (State) | <u>85250</u> (Zip) |
| <u>(480) 998-5440</u> Telephone No. (Include Area Code) | <u>(480) 998-5442</u> Fax No. (Include Area Code) | Cell No. (Include Area Code) |
| Email Address <u>Sinead@areadinc.com</u> | | |
| Local Office Mailing Address <u>Same</u> | | |
| (City) | (State) | (Zip) |
| Local Customer Service Phone No. (Include Area Code) (1-800 or other long distance Customer Service Phone No.) | | |
| Email Address Website address | | |

MANAGEMENT INFORMATION

| | | |
|---|--|----------------------------------|
| <input type="checkbox"/> Regulatory Contact: | | |
| <input checked="" type="checkbox"/> Management Contact: <u>NORM BAKER</u> <u>OPERATOR</u> | | |
| <u>6263 N. Scottsdale Rd #265, Scottsdale</u> (Street) | <u>AZ</u> (State) | <u>85250</u> (Zip) |
| <u>(480) 998-5440</u> Telephone No. (Include Area Code) | <u>(480) 998-5442</u> Fax No. (Include Area Code) | Cell No. (Include Area Code) |
| Email Address <u>norm@areadinc.com</u> | | |
| On Site Manager: <u>Same</u> | | |
| (Street) | (City) | (State) (Zip) |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Cell No. (Include Area Code) |
| Email Address | | |

Statutory Agent: Connie Rodoff
(Name)

6263 N. Scottsdale Rd #265, Scottsdale, AZ 85250
(Street) (City) (State) (Zip)

(480) 998-5440 (480) 998-5442
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: Matthew Berens - Berens, Kozub & Kloberdanz, P.C.
(Name)

7047 E. Greenway Parkway, Suite 140, Scotts. AZ 85254
(Street) (City) (State) (Zip)

480-624-2777 (480) 607-2215
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address _____

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input checked="" type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|-----------------------------------|---|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input checked="" type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME

ARM 2005, LLC dba Signal Peak

UTILITY PLANT IN SERVICE

| Acct. No. | DESCRIPTION | Original Cost (OC) | Accumulated Depreciation (AD) | O.C.L.D. (OC less AD) |
|--------------|--|-----------------------|----------------------------------|--------------------------|
| 301 | Organization | | | |
| 302 | Franchises GOODWILL | 292,898.00 | 169,227.00 | 123,671.00 |
| 303 | Land and Land Rights | | | |
| 304 | Structures and Improvements | | | |
| 305 | Collecting & Impounding Reservoirs | | | |
| 306 | Lake, River, Canal Intakes | | | |
| 307 | Wells and Springs | | | |
| 308 | Infiltration Galleries | | | |
| 309 | Raw Water Supply Mains | | | |
| 310 | Power Generation Equipment | | | |
| 311 | Pumping Equipment | | | |
| 320 | Water Treatment Equipment | | | |
| 320.1 | Water Treatment Plants | | | |
| 320.2 | Solution Chemical Feeders | | | |
| 320.3 | Point-of-Use Treatment Devices | | | |
| 320.4 | Arsenic Media | | | |
| 330 | Distribution Reservoirs and Standpipes | | | |
| 330.1 | Storage Tanks | | | |
| 330.2 | Pressure Tanks | | | |
| 331 | Transmission and Distribution Mains | 40,000 | 13,600 | 27,200 |
| 333 | Services | 16,000 | 5,440 | 10,880 |
| 334 | Meters and Meter Installations | 3,200 | 1,088 | 2,176 |
| 335 | Hydrants | 800 | 272 | 544 |
| 336 | Backflow Prevention Devices | | | |
| 339 | Other Plant and Misc. Equipment | | | |
| 340 | Office Furniture and Equipment | | | |
| 340.1 | Computers & Software | | | |
| 341 | Transportation Equipment | | | |
| 342 | Stores Equipment | | | |
| 343 | Tools, Shop and Garage Equipment | | | |
| 344 | Laboratory Equipment | | | |
| 345 | Power Operated Equipment | | | |
| 346 | Communication Equipment | | | |
| 347 | Miscellaneous Equipment | | | |
| 348 | Other Tangible Plant | | | |
| | TOTALS | 352,898 | 189,627 | 164,471 |

*This amount goes on the Balance Sheet Acct. No. 108

| Cost | | Annual Depr | Prior Yr Depr | 2015 Depr | Balance |
|-------|----------|----------------|------------------|--------------|---------|
| 40000 | 0.666667 | 1600 | 12000 | 13600 | 27200 |
| 16000 | 0.266667 | 640 | 4800 | 5440 | 10880 |
| 3200 | 0.053333 | 128 | 960 | 1088 | 2176 |
| 800 | 0.013333 | 32 | 240 | 272 | 544 |
| 60000 | 1 | 2400 | | | |

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5-1-17

COMPANY NAME

Arm-2005 dba Signal Peak Water

WATER UTILITY CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

| Acct. No. | DESCRIPTION | Original Cost(1) | Depreciation Percentage (2) | Depreciation Expense (1 x 2) |
|-----------|--|------------------|-----------------------------|------------------------------|
| 301 | Organization | | | |
| 302 | Franchises GOODWILL | 292,898 | 6.67% | 19,526 |
| 303 | Land and Land Rights | | | |
| 304 | Structures and Improvements | | | |
| 305 | Collecting & Impounding Reservoirs | | | |
| 306 | Lake, River, Canal Intakes | | | |
| 307 | Wells and Springs | | | |
| 308 | Infiltration Galleries | | | |
| 309 | Raw Water Supply Mains | | | |
| 310 | Power Generation Equipment | | | |
| 311 | Pumping Equipment | | | |
| 320 | Water Treatment Equipment | | | |
| 320.1 | Water Treatment Plants | | | |
| 320.2 | Solution Chemical Feeders | | | |
| 320.3 | Point-of-Use Treatment Devices | | | |
| 320.4 | Arsenic Media | | | |
| 330 | Distribution Reservoirs and Standpipes | | | |
| 330.1 | Storage Tanks | | | |
| 330.2 | Pressure Tanks | | | |
| 331 | Transmission and Distribution Mains | 40,000 | 4% | 1600 |
| 333 | Services | 16,000 | 4% | 640 |
| 334 | Meters and Meter Installations | 3,200 | 4% | 128 |
| 335 | Hydrants | 8,000 | 4% | 32 |
| 336 | Backflow Prevention Devices | | | |
| 339 | Other Plant and Misc. Equipment | | | |
| 340 | Office Furniture and Equipment | | | |
| 340.1 | Computers & Software | | | |
| 341 | Transportation Equipment | | | |
| 342 | Stores Equipment | | | |
| 343 | Tools, Shop and Garage Equipment | | | |
| 344 | Laboratory Equipment | | | |
| 345 | Power Operated Equipment | | | |
| 346 | Communication Equipment | | | |
| 347 | Miscellaneous Equipment | | | |
| 348 | Other Tangible Plant | | | |
| | SUBTOTAL | | | |
| | LESS CIAC Amortization | | | |
| | TOTALS * | | | 21,926 |

*This amount goes on the Comparative Statement of Income and Expense Acct. No. 403

COMPANY NAME

*Arm-2005, LLC, dba Signal Peak Water***WATER UTILITY BALANCE SHEET**

| Acct No. | | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|----------|---|------------------------------|------------------------|
| | ASSETS | | |
| | CURRENT AND ACCRUED ASSETS | | |
| 131 | Cash | \$ 1702 | \$ 762 |
| 134 | Working Funds | | |
| 135 | Temporary Cash Investments | | |
| 141 | Customer Accounts Receivable | 395 | 369 |
| 146 | Notes/Receivables from Associated Companies | | |
| 151 | Plant Material and Supplies | | |
| 162 | Prepayments | | |
| 174 | Miscellaneous Current and Accrued Assets | | |
| | TOTAL CURRENT AND ACCRUED ASSETS | \$ 2097 | \$ 1131 |
| | FIXED ASSETS | | |
| 101 | Utility Plant in Service | \$ 60,000 | \$ 60,000 |
| 103 | Property Held for Future Use | 292,898 | 292,898 |
| 105 | Construction Work in Progress | | |
| 108 | Accumulated Depreciation – Utility Plant | 18,000 | 20,400 |
| 121 | Non-Utility Property | | |
| 122 | Accumulated Depreciation – Non Utility | 149,700 | 169,227 |
| | TOTAL FIXED ASSETS | \$ | \$ |
| | TOTAL ASSETS | \$ 151,797 | \$ 170,350 |

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME *AVM-2005, LLC. dba Signal Peak water*

WATER UTILITY BALANCE SHEET (CONTINUED)

| Acct. No. | | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|--------------|---|------------------------------------|------------------------------|
| | LIABILITIES | | |
| | CURRENT LIABILITES | | |
| 231 | Accounts Payable | \$ 138,826 | \$ 162,823 |
| 232 | Notes Payable (Current Portion) | | |
| 234 | Notes/Accounts Payable to Associated Companies | 1,300 | 1,300 |
| 235 | Customer Deposits | | |
| 236 | Accrued Taxes | | |
| 237 | Accrued Interest | | |
| 241 | Miscellaneous Current and Accrued Liabilities | | |
| | TOTAL CURRENT LIABILITIES | \$ 140,126 | \$ 164,123 |
| | LONG-TERM DEBT (Over 12 Months) | | |
| 224 | Long-Term Notes and Bonds | \$ 449,377 | \$ 449,377 |
| | DEFERRED CREDITS | | |
| 251 | Unamortized Premium on Debt | \$ | \$ |
| 252 | Advances in Aid of Construction | | |
| 255 | Accumulated Deferred Investment Tax Credits | | |
| 271 | Contributions in Aid of Construction | | |
| 272 | Less: Amortization of Contributions | | |
| 281 | Accumulated Deferred Income Tax | | |
| | TOTAL DEFERRED CREDITS | \$ | \$ |
| | TOTAL LIABILITIES | \$ 589,503 | \$ 613,500 |
| | CAPITAL ACCOUNTS | | |
| 201 | Common Stock Issued | \$ | \$ |
| 211 | Paid in Capital in Excess of Par Value | | |
| 215 | Retained Earnings | <403,208> | <450,098> |
| 218 | Proprietary Capital (Sole Props and Partnerships) | 1,000 | 1,000 |
| | TOTAL CAPITAL | \$ <402,208> | \$ <449,098> |
| | TOTAL LIABILITIES AND CAPITAL | \$ 187,295 | \$ 164,402 |

COMPANY NAME

*ARM-2005, LLC dba Signal Peak Water***WATER UTILITY COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

| Acct. No. | OPERATING REVENUES | PRIOR YEAR | CURRENT YEAR |
|-----------|---|-------------|--------------|
| 461 | Metered Water Revenue | \$ 12,296 | \$ 11,132 |
| 460 | Unmetered Water Revenue | | |
| 474 | Other Water Revenues | | |
| | TOTAL REVENUES | \$ 12,296 | \$ 11,132 |
| | | | |
| | OPERATING EXPENSES | | |
| 601 | Salaries and Wages | \$ 6,402 | \$ 5,618 |
| 610 | Purchased Water | | |
| 615 | Purchased Power | | |
| 618 | Chemicals | | |
| 620 | Repairs and Maintenance | 3,559 | 4,042 |
| 621 | Office Supplies and Expense | | |
| 630 | Outside Services | 26,750 | 24,250 |
| 635 | Water Testing | 630 | 670 |
| 641 | Rents | | |
| 650 | Transportation Expenses | | |
| 657 | Insurance – General Liability | 1,008 | 906 |
| 659 | Insurance - Health and Life | | |
| 666 | Regulatory Commission Expense – Rate Case | | |
| 675 | Miscellaneous Expense | 223 | 3 |
| 403 | Depreciation Expense | 21,926 | 21,926 |
| 408 | Taxes Other Than Income | | |
| 408.11 | Property Taxes | 288 | 571 |
| 409 | Income Tax | | |
| | TOTAL OPERATING EXPENSES | \$ 60,786 | \$ 57,986 |
| | | | |
| | OPERATING INCOME/(LOSS) | \$ <48,490> | \$ <46,854> |
| | | | |
| | OTHER INCOME/(EXPENSE) | | |
| 419 | Interest and Dividend Income | \$ | \$ |
| 421 | Non-Utility Income | | |
| 426 | Miscellaneous Non-Utility Expenses | | |
| 427 | Interest Expense | | |
| | TOTAL OTHER INCOME/(EXPENSE) | \$ | \$ |
| | | | |
| | NET INCOME/(LOSS) | \$ <48,490> | \$ <46,854> |

COMPANY NAME

*Arm-2005, LLC dba Signal Peak Water***SUPPLEMENTAL FINANCIAL DATA****Long-Term Debt**

| | LOAN #1 | LOAN #2 | LOAN #3 | LOAN #4 |
|------------------------|---------------|---------------|---------|---------|
| Date Issued | 05-04-07 | 09-01-07 | | |
| Source of Loan | related party | related party | | |
| ACC Decision No. | | | | |
| Reason for Loan | Purchase | Expense | | |
| Dollar Amount Issued | \$350,000 | \$47,000 | \$ | \$ |
| Amount Outstanding | \$350,000 | \$47,000 | \$ | \$ |
| Date of Maturity | None | None | | |
| Interest Rate | 0 % | 0 % | % | % |
| Current Year Interest | \$ | \$ | \$ | \$ |
| Current Year Principle | \$ | \$ | \$ | \$ |

Meter Deposit Balance at Test Year End

\$ -0-

Meter Deposits Refunded During the Test Year

\$ 100

| | |
|-----------------|----------------------------------|
| COMPANY NAME | AVM-2005 dba Signal Peak Water |
| Name of System: | ADEQ Public Water System Number: |

WATER UTILITY PLANT DESCRIPTION

WELLS

| ADWR ID Number* | Pump Horsepower | Pump Yield (gpm) | Casing Depth (Feet) | Casing Diameter (Inches) | Meter Size (inches) | Year Drilled |
|-----------------|-----------------|------------------|---------------------|--------------------------|---------------------|--------------|
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

| Name or Description | Capacity (gpm) | Gallons Purchased or Obtained (in thousands) |
|-----------------------|----------------|--|
| ARIZONA WATER COMPANY | | 2618 |
| | | |

| BOOSTER PUMPS | | FIRE HYDRANTS | |
|---------------|----------|-------------------|----------------|
| Horsepower | Quantity | Quantity Standard | Quantity Other |
| | | | |
| | | | |
| | | | |
| | | | |

| STORAGE TANKS | | PRESSURE TANKS | |
|---------------|----------|----------------|----------|
| Capacity | Quantity | Capacity | Quantity |
| | | | |
| | | | |
| | | | |

Note: If you are filing for more than one system, please provide separate sheets for each system.

| | |
|------------------------|---|
| COMPANY NAME | <i>ArM 2005, dba Signal Peak Water</i> |
| Name of System: | ADEQ Public Water System Number: |

WATER UTILITY PLANT DESCRIPTION (CONTINUED)

MAINS

| Size (in inches) | Material | Length (in feet) |
|------------------|----------|------------------|
| 2 | | |
| 3 | | |
| 4 | | |
| 5 | | |
| 6 | PVC | 6,600 |
| 8 | | |
| 10 | | |
| 12 | | |
| | | |
| | | |
| | | |
| | | |
| | | |
| | | |

CUSTOMER METERS

| Size (in inches) | Quantity |
|------------------|----------|
| 5/8 X 3/4 | |
| 3/4 | |
| 1 | |
| 1 1/2 | |
| 2 | |
| Comp. 3 | |
| Turbo 3 | |
| Comp. 4 | |
| Turbo 4 | |
| Comp. 6 | |
| Turbo 6 | |
| | |
| | |
| | |

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

| | |
|-----------------|---|
| COMPANY NAME: | <i>ARM-2005, LLC, dba Signal Peak Water</i> |
| Name of System: | ADEQ Public Water System Number: |

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2015

| MONTH | NUMBER OF CUSTOMERS | GALLONS SOLD (Thousands) | GALLONS PUMPED (Thousands) | GALLONS PURCHASED (Thousands) |
|-----------|---------------------|-----------------------------|-------------------------------|----------------------------------|
| JANUARY | 37 | 1672 | | 1882 |
| FEBRUARY | 37 | 1556 | | 1790 |
| MARCH | 37 | 2013 | | 1934 |
| APRIL | 37 | 2154 | | 1845 |
| MAY | 36 | 2383 | | 2343 |
| JUNE | 36 | 2287 | | 2320 |
| JULY | 36 | 2945 | | 3030 |
| AUGUST | 36 | 2544 | | 3199 |
| SEPTEMBER | 36 | 1817 | | 2202 |
| OCTOBER | 35 | 1899 | | 1980 |
| NOVEMBER | 36 | 1731 | | 2036 |
| DECEMBER | 36 | 1567 | | 1623 |
| TOTALS → | | 24,567 | | 26,184 |

What is the level of arsenic for each well on your system? N/A mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? ____ GPM for ____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
☐ Yes ☒ No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
☒ Yes ☐ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
☐ Yes ☒ No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

| | |
|-----------------|---|
| COMPANY NAME: | <i>ARM-2005, LLC. dba Signal Peak Water</i> |
| Name of System: | ADEQ Public Water System Number: |

UTILITY SHUTOFFS / DISCONNECTS

| MONTH | | Termination without Notice R14-2-410.B | Termination with Notice R14-2-410.C | OTHER |
|-----------|--|---|--|-------|
| JANUARY | | | | |
| FEBRUARY | | | | |
| MARCH | | | | |
| APRIL | | | | |
| MAY | | | | |
| JUNE | | | | |
| JULY | | | | |
| AUGUST | | | | |
| SEPTEMBER | | | | |
| OCTOBER | | | | |
| NOVEMBER | | | | |
| DECEMBER | | | | |
| TOTALS → | | | | |

OTHER (description):

COMPANY NAME Arm-2005, LLC dba Signal Peak Water YEAR ENDING 12/31/2015

PROPERTY TAXES

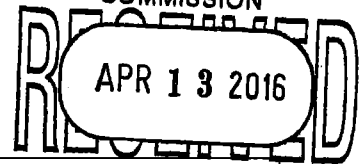
Amount of actual property taxes paid during Calendar Year 2015 was: \$ 571

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

ARIZONA CORPORATION
COMMISSION



VERIFICATION

STATE OF Arizona
I, THE UNDERSIGNED
OF THE

| | |
|--------------------------------|---|
| COUNTY OF (COUNTY NAME) | <u>Maricopa</u> |
| NAME (OWNER OR OFFICIAL) TITLE | <u>Nariman Afkhami</u> |
| COMPANY NAME | <u>Arm-2005, LLC, dba Signal Peak Water</u> |

Utilities Division

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

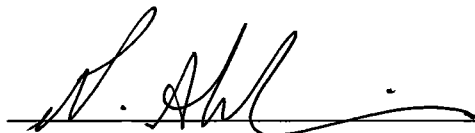
| | | |
|-----------|-----------|-------------|
| MONTH | DAY | YEAR |
| <u>12</u> | <u>31</u> | <u>2015</u> |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

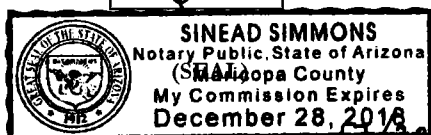
I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.


SIGNATURE OF OWNER OR OFFICIAL
(480) 998-5440
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

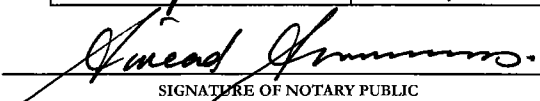
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 6th DAY OF

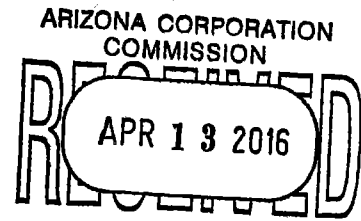


MY COMMISSION EXPIRES 12/28/18

| | | |
|-------------|-----------------|-------------|
| COUNTY NAME | <u>Maricopa</u> | |
| MONTH | <u>April</u> | <u>2016</u> |


SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT**
Intrastate Revenues Only



VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

| | |
|--|--------------------|
| COUNTY OF (COUNTY NAME) <u>Maricopa</u> | Utilities Division |
| NAME (OWNER OR OFFICIAL), TITLE <u>Nariman Afkhami</u> | |
| COMPANY NAME <u>Arm-2005, LLC dba Signal Peak Water</u> | |

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| | | |
|-------|-----|------|
| MONTH | DAY | YEAR |
| 12 | 31 | 2015 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT


IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2015 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 11,132

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ _____
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**



SIGNATURE OF OWNER OR OFFICIAL
(480) 998-5440

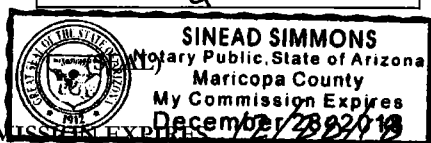
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 6th DAY OF

| | |
|--------------------------------|--------------|
| COUNTY NAME <u>Maricopa</u> | |
| MONTH <u>April</u> | 20 <u>16</u> |

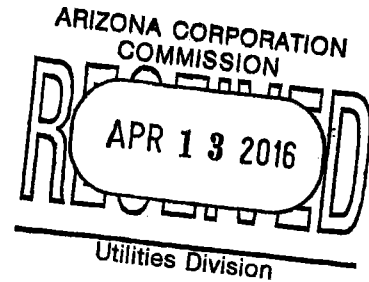




SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES December 28, 2019

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only



VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

| | |
|---|------------------------------|
| COUNTY OF (COUNTY NAME) <u>Maricopa</u> | |
| NAME (OWNER OR OFFICIAL) <u>NARIMAN AFRHANI</u> | TITLE <u>Managing Member</u> |
| COMPANY NAME <u>ARM 2005, LLC dba Signal Peak Water</u> | |

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| | | |
|-----------|-----------|-------------|
| MONTH | DAY | YEAR |
| <u>12</u> | <u>31</u> | <u>2015</u> |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2015 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 11,132

THE AMOUNT IN BOX AT LEFT
INCLUDES \$
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

[Signature]
SIGNATURE OF OWNER OR OFFICIAL
(480) 998-5440
TELEPHONE NUMBER

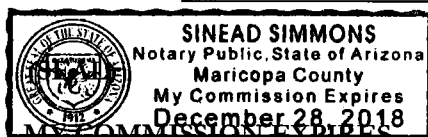
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

6th

DAY OF



12/28/18

| | |
|--|--------------|
| NOTARY PUBLIC NAME <u>SINEAD SIMMONS</u> | |
| COUNTY NAME <u>MARICOPA</u> | |
| MONTH <u>April</u> | 20 <u>16</u> |

[Signature]
SIGNATURE OF NOTARY PUBLIC